

1990 Regular Session
Of The
Seventy-Third General Assembly
Of The
State Of Iowa

CHAPTER 1001
LINE-OF-CREDIT MORTGAGES
S.F. 255

AN ACT relating to the priority of advances under line-of-credit mortgages.

Be It Enacted by the General Assembly of the State of Iowa:

Section 1. Section 654.12A, unnumbered paragraph 1, Code 1989, is amended to read as follows:

Subject to section 572.18, if a prior recorded mortgage contains the notice prescribed in this section and identifies the maximum credit available to the borrower, then loans and advances made under the mortgage, up to the maximum amount of credit together with interest thereon, are senior to indebtedness to other creditors under subsequently recorded mortgages and other subsequently recorded or filed liens even though the holder of the prior recorded mortgage has actual notice of indebtedness under a subsequently recorded mortgage or other subsequently recorded or filed lien. So long as credit is available to the borrower, payment of the outstanding mortgage balance to zero shall not extinguish the prior recorded mortgage if it contains the notice prescribed by this section. The notice prescribed by this section for the prior recorded mortgage is as follows:

Approved February 2, 1990

CHAPTER 1002
INTERSTATE BANKING AND COMMUNITY INVESTMENT
H.F. 685

AN ACT relating to banking and other depository institutions by establishing the procedures, terms, and conditions for the acquisition by an out-of-state regional bank holding company of an interest in a bank located in Iowa or in a bank holding company owning one or more banks located in Iowa, and imposing community reinvestment disclosure requirements, establishing certain enforcement procedures, making penalties applicable, providing penalties, and providing an effective date.

Be It Enacted by the General Assembly of the State of Iowa:

Section 1. Section 453.6A, Code 1989, is amended to read as follows: